

March 2, 2006

Press Release:

From: Knotwood Craftsmen Investments Corporation
953 Langdon Branch Road
Annville, Kentucky 40402

Subject: Project, Knotwood Craftsmen Investments Corporation

Project Site: 2755 Highway KY30 West, Annville, Kentucky

The Kentucky Agricultural Development Board and the counties of Jackson, Laurel and Clay have funded this project, in part, with Phase 1 Tobacco Monies. The goal of this area project is to use timber from tobacco farms (our most abundant raw material) to increase farm income through several avenues.

1. Logs will be purchased on the farm (no transportation will be required). Logs will be independently graded and priced competitive with "delivered to" sawmill or log buying lots. Logs will be sawn at the harvest site using a portable sawmill.
2. We will transport the lumber to our Annville facility where it will be kiln dried and converted to consumer products. This process will create jobs. Initially ten, eventually as many as twenty.
3. A school of woodworking will be created to teach at a level beyond high school. Our goal is to help farm families establish woodworking shops on their farms where they will be able to produce finely crafted furniture or high quality craft products. We will assist these "cottage industries" with their marketing. The "cottage industries" could create as many as 50 additional jobs.
4. Our sawmill will be available to saw lumber for farmers and woodworkers for their use.
5. Our dry kilns will be available to dry lumber for customers.
6. The machinery being purchased for our manufacturing, e.g. planers, molders, sanders will be used to support the "cottage industries".

An additional benefit from the school of woodworking will occur as we graduate a workforce of trained woodworkers. Industries using wood could be attracted to our area because of this resource.

Respectively,

Felix Taylor, President

Mark Taylor, Vice-president